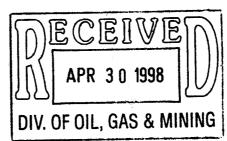
M/035/002

Kennecott Utah Copper Corporation 8315 West 3595 South P.O. Box 6001 Magna, Utah 84044-6001 (801) 252-3000

April 30, 1998

Kennecott

Ms. Mary Ann Wright,
Associate Director of Mining
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, UT 84114-5801



RE: Transmittal of 1998 Update on Mining Activities Conducted

Under DOGM Permit Number M/035/002

Dear Ms. Wright:

Attached is the 1998 Update on Mining Activities Conducted Under Division of Oil, Gas and Mining (DOGM) Permit Number M/035/002. The report is organized according to the outline that was transmitted to DOGM on February 26, 1998. Recent aerial photograph coverage was not available for the entire Oquirrh Mountain Range, so acreage estimates could not be provided in the first draft of this report. As was discussed by Rich Borden of the Kennecott Utah Copper Corporation (KUCC) and Tony Gallegos of DOGM, KUCC intends to complete an aerial survey of the area in June or July depending upon snow pack conditions. Final bids for this work are anticipated on April 30 from Aero-Graphics, Olympus Aerial and Intermountain Aerial Surveys. A contractor will be selected in the first week of May.

KUCC will estimate impacted areas from the aerial photographs and will submit a final draft of the report with the additional information by July 31, 1998. Locations in the text where information from the aerial survey will be incorporated are denoted with question marks.

If you have any questions or comments please call me at 252-3257.

Sincerely,

Paula H. Doughty

Manager, Environmental Compliance

Attachment PHD\rb:lr